# Plaintiffs' Reply ISO Motion for Leave to Amend Complaint

Public Redacted Version

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	NORTHERN DISTRI	CT OF CALIFORNIA
21	ANIBAL RODRIGUEZ, SAL	Case No.: 3:20-cv-04688
22	CATALDO, JULIAN SANTIAGO, and SUSAN LYNN	REPLY ISO PLAINTIFFS' RULE 15(a)
23	HARVEY, individually and on behalf of all	MOTION FOR LEAVE TO AMEND
24	others similarly situated,	COMPLAINT (DKT. 258)
25	Plaintiffs,	The Honorable Richard Seeborg
26	VS.	Courtroom 3 – 17th Floor Date: December 8, 2022
	GOOGLE LLC,	Time: 1:30 P.M.
27	Defendant.	
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## **TABLE OF CONTENTS** INTRODUCTION......1 ARGUMENT ......3 I. II. Plaintiffs' Amendments Relating to Classes 1 and 2 Are Proper......4 III. A. B. Undue Delay .......11 C. D.

1	TABLE OF AUTHORITIES
2	Page(s) Cases
3 4	Bowen v. Target Corp., 2019 WL 9240985 (C.D. Cal. Nov. 12, 2019)
5	Briseno v. ConAgra Foods, Inc., 844 F.3d 1121 (9th Cir. 2017)
7	Brown v. Google LLC, 2022 WL 2289057 (N.D. Cal. Mar. 18, 2022)
8 9	Callan v. Amdahl Corp., 1995 WL 261420 (N.D. Cal. Apr. 24, 1995)9
10 11	Circle Click Media LLC v. Regus Mgmt. Grp. LLC, 2016 WL 5869758 (N.D. Cal. Oct. 7, 2016)
12	Crawford v. Uber Techs., Inc., 2021 WL 4846893 (N.D. Cal. Oct. 18, 2021) (Seeborg, J.)
13 14	Dep't of Fair Emp. & Hous. v. L. Sch. Admission Council, Inc., 2013 WL 485830 (N.D. Cal. Feb. 6, 2013)
15 16	Hightower v. City & Cnty. of San Francisco, 2015 WL 926541 (N.D. Cal. Mar. 3, 2015)9
17	Howey v. United States, 481 F.2d 1187 (9th Cir. 1973)
18 19	In re Facebook, Inc. Internet Tracking Litig., 956 F.3d 589 (9th Cir. 2020)14
20 21	Jackson v. Bank of Hawaii, 902 F.2d 1385 (9th Cir. 1990)
22	Jackson v. Laureate, Inc., 186 F.R.D. 605 (E.D. Cal. 1999)
<ul><li>23</li><li>24</li></ul>	Jordan v. Los Angeles Cnty., 669 F.2d 1311 (9th Cir. 1982)11
25 26	Koch v. Koch Indus., 127 F.R.D. 206 (D. Kan. 1989)
27	LaSalvia v. United Dairymen of Arizona, 804 F.2d 1113 (9th Cir. 1986)
28	ii

1	Lockheed Martin Corp. v. Network Sols., Inc., 194 F.3d 980 (9th Cir. 1999)9		
2 3	Lopez v. Smith, 203 F.3d 1122 (9th Cir. 2000)7		
4	Lyon v. U.S. Immigr. & Customs Enf't, 308 F.R.D. 203 (N.D. Cal. 2015)		
5			
6	Malaney v. UAL Corp., 2011 WL 13153253 (N.D. Cal. Oct. 24, 2011) (Seeborg, J.)		
7 8	McCabe v. Six Continents Hotels, Inc., 2013 WL 12306494 (N.D. Cal. Oct. 10, 2013)		
9	McGlinchy v. Shell Chem. Co., 845 F.2d 802 (9th Cir. 1988)		
10 11	Menendez-Gonzalez v. Kelly, 2017 WL 11632799 (C.D. Cal. Mar. 22, 2017)14		
12 13	Muench Photography, Inc. v. Pearson Educ., Inc., 2013 WL 4426493 (N.D. Cal. Aug. 15, 2013)9		
14	Nunes v. Ashcroft, 348 F.3d 815 (9th Cir. 2003)6		
15 16	Oracle Am., Inc. v. Hewlett Packard Enter. Co., 2017 WL 3149297 (N.D. Cal. July 25, 2017)		
17 18	Sisseton-Wahpeton Sioux Tribe of Lake Traverse Indian Rsrv., N. Dakota & S. Dakota v. United States,		
19	90 F.3d 351 (9th Cir. 1996)		
20	Solomon v. N. Am. Life & Cas. Ins. Co., 151 F.3d 1132 (9th Cir. 1998)9		
21	Stambanis v. Tbwa Worldwide, Inc., 2020 WL 4060171 (C.D. Cal. July 20, 2020)9		
22	United Ass'n of Journeyman & Apprentices of the Plumbing & Pipe Fitting Industries,		
<ul><li>23</li><li>24</li></ul>	Underground Util./Landscape Loc. Union No. 355 v. Maniglia Landscape, Inc., 2019 WL 7877822 (N.D. Cal. July 22, 2019) (Seeborg, J.)14		
25	Wheeler v. Estee Lauder Companies, Inc., 2013 WL 12121543 (C.D. Cal. Feb. 12, 2013)6		
<ul><li>26</li><li>27</li></ul>	Wizards of the Coast LLC v. Cryptozoic Ent. LLC, 309 F.R.D. 645 (W.D. Wash. 2015)		
28	iii		

# Case 3:20-cv-04688-RS Document 293 Filed 01/06/23 Page 6 of 23

1	Zivkovic v. S. California Edison Co., 302 F.3d 1080 (9th Cir. 2002)9
2	Rules
3	Fed. R. Civ. P. 15(a)(2)
4	Fed. R. Civ. P. 16
5	
6	
7	
8 9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
26	
27	
28	iv

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### INTRODUCTION

Google's opposition largely ignores the many Google admissions cited and quoted in Plaintiffs' amended complaint, which support every aspect of Plaintiffs' proposed amendment. This case is about Google's broken WAA control. Internally, Google employees admit that WAA is a "completely broken" control that gives users "a false sense of security that their data is not being stored at Google, when in fact it is." Mot. Ex. 4 at -46, Mot. Ex. 11 at -10. The proposed amendment cites and quotes numerous Google admissions establishing that false sense of security, not only with respect to the full scope of Classes 1 and 2 but also Class 3 (Google Search).

Google also disregards how these three classes overlap. All three classes are limited to people who turned off WAA or supplemental WAA (sWAA). Google has admitted that active Google accounts in the United States turned off' either WAA or supplemental sWAA during the class period. Reply Ex.<sup>1</sup> 34 at 5-6. Those are the people Plaintiffs seek to represent in this action, where Google nonetheless collected and saved their data when they visited non-Google apps (Classes 1 and 2) and used Google Search (Class 3). It is both inefficient and unnecessary to carve out Class 3 for some separate action.

With this amendment, Plaintiffs are not taking "shots in the dark." Google's Opposition, Dkt. 268 ("Opp'n") at 1. WAA-off should mean no logging. E.g., Mot. Ex. 7 at -81. That includes Class 3, but Google employees have admitted that Google continues to save Search data even when WAA is off, and not just to return Search results. In a document Google produced just over a week ago (which Google previously improperly withheld as privileged), two non-lawyers within Google complained that "people can't get their heads around what [WAA] collects / uses because the scope is vast and vague." Reply Ex. 35 at 45-46. And just today, Google produced a document from its Program where an employee described Google's WAA disclosures as "vague and

<sup>&</sup>lt;sup>1</sup> "Reply Ex." refers to the exhibits attached to the November 21, 2022 Declaration of Mark Mao, concurrently filed with this Reply. "Mot. Ex." refers to the exhibits attached to the October 28, 2022 Declaration of Mark Mao, filed with Plaintiffs' opening brief in support of their motion for leave to amend (Dkt. 257-5).

hard-to-parse for non-engineers / lawyers." Reply Ex. 39 at -80. This evidence supports each and every aspect of Plaintiffs' proposed amendment.

In stark contrast to these internal admissions, Google repeatedly presented WAA as the master switch people could use to control Google's data vacuum. This was not just with Google's WAA disclosures. For example, Google CEO Sundar Pichai testified to Congress that, within "My Account" users can "clearly see what information we have" and "we give clear toggles by category where they can decide whether that information is collected, stored." The supposedly "clear toggle" Mr. Pichai was referring to could only be WAA.

Behind closed doors, Google employees readily admit that Google is "intentionally vague" with its disclosures, with Google collecting data "outside" what is presented with My Account. Mot. Ex. 33 at -01. Contrary to Mr. Pichai's Congressional testimony, the founder of Google's Privacy and Data Protection Office testified in this case that he is "not aware of any setting" that users can employ to prevent Google from collecting data relating to their app activity. Mot. Ex. 32 83:13-23. Google seeks to paint Plaintiffs as somehow "unhappy with their chances of succeeding on the merits" (Opp'n at 1), but the truth is that the evidence in this case fully supports all of their legal theories and allegations, including with Class 3.

With this motion, for the same set of people who turned WAA off, Plaintiffs seek to conform their class definitions to the evidence that Google has produced in discovery. Plaintiffs are not seeking to "recast" their claims. Opp'n at 1. These are the same three claims based on the same WAA disclosures. The only change is with respect to the Google conduct at issue, for the people who turned WAA off, because discovery has proved that Google saved and used more WAA-off data than it previously let on. Google's Opposition brief offers lots of rhetoric and big words—and yet another bad faith accusation—but where Google is silent is most telling. Google

<sup>&</sup>lt;sup>2</sup> Sundar Pichai, December 11, 2018 Testimony before the House Judiciary Committee at 45:50, <a href="https://www.youtube.com/watch?v=WfbTbPEEJxI">www.youtube.com/watch?v=WfbTbPEEJxI</a>; see also id. 2:11:05 ("we give you the choice of whether you want to store the data or not"); id. 3:33:31 ("We are pretty explicit about data which we collect and give you protections for you to turn them on or off").

does not deny that it collects, saves, and uses (s)WAA-off data generated by way of additional Google products, including Google-owned and -operated products like Search.

All *Foman* factors squarely cut in favor of granting the Motion. Google admits it has no objections to the amendments to Classes 1 and 2 (focused on non-Google apps), save for one gripe that should be easily dismissed. Google focuses on Class 3, relating to Google Search. Google's arguments are meritless. The limited additional discovery Plaintiffs would seek regarding Search provides no basis to deny this motion, and there was no undue delay or bad faith in seeking this reasonable amendment. Courts permit amendments where plaintiffs are merely seeking to expand their class definitions to account for new facts because "the purpose of the litigation process is to vindicate meritorious claims." *Dep't of Fair Emp. & Hous. v. L. Sch. Admission Council, Inc.*, 2013 WL 485830, at \*3 (N.D. Cal. Feb. 6, 2013). That is exactly what Plaintiffs seek here: to vindicate meritorious claims for people who turned WAA off, including with Class 3.

### ARGUMENT

### I. Rule 15's Liberal Amendment Standard Applies.

Google agrees that this Motion is governed by Rule 15, which requires courts to "freely give leave [to amend] when justice so requires." Fed. R. Civ. P. 15(a)(2); see Opp'n at 22 n.9. But in a footnote near the end of its brief, Google vaguely suggests that "the standard set forth in Rule 16... offer[s] importance guidance." Opp'n at 22 n.9. Google cites just one case to support this confusing proposition, and that case is entirely inapposite. In that case, an "Order was entered... that prohibits amending the pleadings absent a showing of 'good cause." Jackson v. Laureate, Inc., 186 F.R.D. 605, 607 (E.D. Cal. 1999). By contrast, the Case Management Order here provides that "any amendment of the pleadings shall be governed by Rule 15." Dkt. 59 at 1. This Court should also disregard Google's suggestion that "courts often apply Rule 16" when there have been prior amendments. Opp'n at 21. The sole case Google cites in support applied Rule 15 without even mentioning Rule 16. Sisseton-Wahpeton Sioux Tribe of Lake Traverse Indian Rsrv., N. Dakota & S. Dakota v. United States, 90 F.3d 351, 355 (9th Cir. 1996). Google's passing allusion to Rule 16 is entirely misplaced. Relatedly, this Court should disregard Google's suggestion that

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"strict scrutiny" applies (whatever that means in this context) because Plaintiffs filed a motion to extend the case schedule. As Plaintiffs clarified in that motion, the amended complaint "in no way impacts the relief requested in this [extension] motion," particularly because "the discovery Plaintiffs currently seek is responsive to discovery requests and deposition notices served months ago, and Plaintiffs are entitled to an extension" regardless of this motion's result. Dkt. 255 at 15. II. Plaintiffs' Amendments Relating to Classes 1 and 2 Are Proper. Plaintiffs' proposed Fourth Amended Complaint includes allegations about additional software (aside from Google's Firebase SDK) through which Google collects, saves, and uses data generated from (s)WAA-off users' interactions with non-Google apps. E.g., FAC (Dkt. 257-7) ¶¶ 4, 8-9, 59-71. "This additional Google tracking and advertising code includes without limitation the Google Analytics Services SDK, the Google Mobile Ads SDK (which supports AdMob and Ad Manager), Google's AdMob+ SDK, the Google Ads SDK (formerly known as AdWords SDK or AWCT SDK), and Google code associated with 'Webview' technologies for apps." FAC ¶ 4. Google has no objection to including these additional Google tracking and advertising code

used with non-Google apps. See Opp'n at 9 ("Google does not oppose most of Plaintiffs' proposed amendments to factual allegations concerning Classes 1 and 2"). The "only amendment to Classes 1 and 2 that Google opposes is the insertion of 'including' in the . . . class definitions." *Id*.

Class 1 – All individuals who during the Class Period (a) turned off "Web & App Activity," or supplemental "Web & App Activity" and (b) whose mobile app activity (including "webviews") was still transmitted to Google, from (c) a mobile device running the Android operating system (OS), because of Google tracking or advertising code, including Firebase SDK and AdMob SDKs scripts, on a non-Google branded mobile app.

FAC ¶ 257 (highlighting signifies Google's objection). Because there is nothing improper about Plaintiffs' proposed definitions, the Court should overrule Google's sole objection.

<sup>&</sup>lt;sup>3</sup> Plaintiffs wish to bring to the Court's attention a typo from their motion to amend brief, which Plaintiffs found while preparing this Reply brief. The phrase "including webviews" was inadvertently omitted from the class definitions copied into the brief. Mot. at 3, 11. That phrase was included in the revised class definitions in the amended complaint that Plaintiffs filed. FAC ¶ 257. That revision is also correctly reflected in the redlined complaint that Plaintiffs filed. Mot. Ex. 2 (Dkt. 257-9). "Webviews" are also addressed in detail throughout the proposed complaint. FAC ¶¶ 4, 8, 68-69, 95. Plaintiffs also identified "webviews" in their brief as one additional Google

Plaintiffs' amendments are entirely proper because the class definitions remain focused "on the same alleged unlawful practice"—namely, Google's collection, saving, and use of (s)WAA-off data generated from users' visits to non-Google apps that use Google services. *McCabe v. Six Continents Hotels, Inc.*, 2013 WL 12306494 (N.D. Cal. Oct. 10, 2013). Google tellingly ignores *McCabe*'s application to Classes 1 and 2. Opp'n at 13 n.5 (addressing Plaintiffs' reliance on *McCabe* but only as applied to Class 3).

Brown v. Google LLC, 2022 WL 2289057, at \*1 (N.D. Cal. Mar. 18, 2022), is squarely on point. Like here, the plaintiffs sought leave "to change their class definitions to cover additional Google products and services" based on evidence produced in discovery. Id. Also like here, the revised definitions were open-ended, applying to users who visited a non-Google website "containing Google tracking or advertising code" and without limitation to specific examples of such code. Brown, No. 4:20-cv-03664, Dkt. 395-2 ¶ 192. Google did not object to the open-ended nature of the definitions, and the Court permitted the amendment. Here, Google does not even address this aspect of the Brown decision. As in Brown, Plaintiffs reasonably seek to amend their class definitions to encompass all relevant Google "tracking or advertising code," which for Classes 1 and 2 is limited to Google code embedded within non-Google apps.

Google suggests that "it is unclear what code in particular is affected by Plaintiffs' claims" (Opp'n at 9), but the proposed Complaint includes detailed allegations of specific tracking and advertising code uncovered through discovery. FAC ¶¶ 4, 59-71 (identifying and describing in detail the "AdMob+ SDK," the "Google Mobile Ads SDK" (used for AdMob and Ad Manager), the "Google Ads SDK," and "Google code associated with its 'webview' technology"—which includes "Google Analytics javascript tracking code" as well as "Google AdSense and Google Ad Manager javascript code"). Google does not deny that it collects and saves (s)WAA-off data

tracking and advertising code being added to the Complaint. See Mot. at 2. Although Plaintiffs do not expect Google to change its position on Classes 1 and 2, Plaintiffs brought this typo to Google's attention. Google has not yet responded.

through these technologies, and it did not object to Plaintiffs adding these technologies to the Complaint. There is nothing "speculative" about these facts. Opp'n at 9.

Rather than re-list in the class definition every specific Google code identified in the proposed Complaint, and because discovery is ongoing, Plaintiffs used "including" in these class definitions. Google is still producing documents, fact depositions are not yet complete, Plaintiffs have not yet obtained access to key logs and data, and no expert reports have been served. If history is any indication, Plaintiffs may uncover additional examples of tracking and advertising code by which Google collects and saves (s)WAA-off data generated from users' interactions with non-Google apps. The parties can address any additional products in their expert reports. Based on expert discovery, Plaintiffs can also add more specificity when they move for class certification. Until then, Google's feigned concern about "bind[ing] all future litigants" is premature. Opp'n at 10. Google's reliance on class certification cases proves the point. Google should make these arguments within its opposition to class certification based on the actual (and potentially narrower) class definitions that Plaintiffs propose. In the meantime, there can be no prejudice to Google because Plaintiffs are not seeking to serve new discovery relating to Classes 1 and 2.

Limiting this case to specific tracking code, before expert discovery and class certification, is also inefficient. If this case is certified as a class action, it can and should include any and all Google tracking and advertising code by which Google saves and uses (s)WAA-off data from users' interactions with non-Google apps, in this one action. Plaintiffs' claims as applied to each Google service will rise or fall together. This Court has already held that "Google, through the WAA Materials, set an expectation that it would not save plaintiffs' 'activity on . . . apps . . . that use Google services' unless plaintiffs turned WAA 'on.'" Dkt. 109 at 16. Google defines "Google services" to include any "[p]roduct[] that [is] integrated into third party apps[.]" Id. at 8.

<sup>&</sup>lt;sup>4</sup> Briseno v. ConAgra Foods, Inc., 844 F.3d 1121, 1124 n.4. (9th Cir. 2017); Wheeler v. Estee Lauder Companies, Inc., 2013 WL 12121543, at \*4 (C.D. Cal. Feb. 12, 2013). Google's only other case is even further afield. It had nothing to do with class actions. See Nunes v. Ashcroft, 348 F.3d 815, 816 (9th Cir. 2003). That case addressed an immigration appeal, where the court applied res judicata to deny as futile a defendant's request to amend his habeas petition.

Plaintiffs' amended definitions are also unlikely to add any new class members. Internal Google documents show that 97% of the top 1,000 apps on Android used Firebase in 2020. Reply Ex. 36 at -729. Accordingly, the (s)WAA-off users whose data was tracked through GA for Firebase are largely or entirely the same (s)WAA-off users whose data was tracked through other Google tracking and advertising code. On behalf of the same users, Plaintiffs reasonably seek to hold Google accountable for the full scope of its improper collection. Striking "including" would artificially cap Google's liability before discovery has ended, and potentially force those same class members to raise those claims in a separate action.

If the Court is inclined to grant Google's request to strike "including" on the ground that a class definition cannot be open-ended, Plaintiffs respectfully ask the Court to clarify that the definitions still include the specific Google tracking and advertising code identified and described in the proposed Complaint. FAC ¶¶ 4, 8, 59-71. Alternatively, Plaintiffs respectfully seek leave to amend the class definitions with all Google tracking and advertising code after discovery is complete. The Ninth Circuit has "repeatedly stressed that the court must remain guided by the underlying purpose of Rule 15 . . . to facilitate decision on the merits, rather than on the pleadings or technicalities." *Lopez v. Smith*, 203 F.3d 1122, 1127 (9th Cir. 2000). Google did not object to the Complaint's inclusion of additional tracking and advertising code, and Plaintiffs do not understand Google to be seeking to exclude these already-identified Google tracking and advertising code. In any event, Plaintiffs respectfully seek this clarification. To effectively jettison these additions by striking "including" would facilitate a decision on technicalities.

### III. Plaintiffs' Additional Class 3 Is Proper.

### A. Prejudice

Google falls far short of its burden to establish "substantial prejudice." Wizards of the Coast LLC v. Cryptozoic Ent. LLC, 309 F.R.D. 645, 653 (W.D. Wash. 2015). Google's only argument is that it will suffer prejudice because Plaintiffs seek additional discovery relating to Search. But "[n]either delay resulting from the proposed amendment nor the prospect of additional discovery

needed by the non-moving party in itself constitutes a sufficient showing of prejudice." *Oracle Am., Inc. v. Hewlett Packard Enter. Co.*, 2017 WL 3149297, at \*3 (N.D. Cal. July 25, 2017).

Google tries to minimize *Oracle*'s lesson by mischaracterizing the facts. It is simply untrue that the plaintiff sought "no new discovery." Opp'n at 13. The *Oracle* opinion makes clear that the plaintiff was seeking new discovery based on the amendment, and the court held the plaintiff was entitled to it. *See, e.g., id.* at \*3 (noting that "Oracle's proposed amendments . . . expand[] the scope of discovery"). *Oracle* also rejects Google's argument that it will suffer prejudice merely because it has already (supposedly) worked hard in discovery. Opp'n at 11. Plaintiffs are not seeking "to leave all of that [alleged] hard work behind." *Id.* As in *Oracle*, "the expansion of discovery based on what has already been revealed, however, will not render the prior discovery or motion practice irrelevant. [Plaintiffs'] main claims and legal theories remain the same," focused on the same WAA disclosures, for people who turned (s)WAA off. Moreover, the "Ninth Circuit has affirmed the grant of leave to supplement [a complaint] even where it required reopening discovery." *Lyon v. U.S. Immigr. & Customs Enf't*, 308 F.R.D. 203, 215 (N.D. Cal. 2015) (citing *LaSalvia v. United Dairymen of Arizona*, 804 F.2d 1113, 1119 (9th Cir. 1986)).

"To justify denying leave to amend, the prejudice to the non-moving party must be 'substantial." Wizards, 309 F.R.D. at 652. Google "must do more than merely assert prejudice; it must show that it was unfairly disadvantaged or deprived of the opportunity to present facts or evidence which it would have offered had the amendments been timely." Id. (cleaned up). Cases that Google cites underscore the point. "Any amendment invariably causes some 'practical prejudice,' but leave to amend is not denied unless the amendment would work an injustice to the defendants." Koch v. Koch Indus., 127 F.R.D. 206, 209-10 (D. Kan. 1989). The question is whether the amendment causes "undue prejudice," id., such as costs that "that could have easily been avoided had [Plaintiff] pursued its [new] theory in its original complaint," Circle Click Media LLC v. Regus Mgmt. Grp. LLC, 2016 WL 5869758, at \*4 (N.D. Cal. Oct. 7, 2016).

Google does not claim that it has been "unfairly disadvantaged or deprived of the opportunity to present facts or evidence." *Wizards*, 309 F.R.D. at 652. Nor could Google. Any

evidence is entirely within Google's corner. Plaintiffs also informed Google that they will "not oppose reasonable discovery requests relating to matters that are newly addressed in the Fourth Amended Complaint." Dkt. 258-1 ¶ 38. Nor will Plaintiffs oppose giving Google the time it needs to undertake any additional investigations and productions. This is also not a case where amendment will "work an injustice" on the non-moving party, *Koch*, 127 F.R.D. at 209-10, such as imposing costs "that could have been easily avoided," *Circle Click*, 2016 WL 5869758, at \*4. Plaintiffs' Search allegations are based on information Plaintiffs uncovered in discovery, from Google, and only recently. *See infra* Section III.B.

Google claims that courts deny leave to amend even where "plaintiffs complain they could not file a proposed amended complaint until they had received certain discovery from defendants." Opp'n at 12 (quoting *Callan v. Amdahl Corp.*, 1995 WL 261420, at \*5 (N.D. Cal. Apr. 24, 1995)). *Callan* is the only case that Google cites for this proposition, and Google omits the punch line: "While plaintiff complains he could not file his proposed amended complaint until he had received certain discovery from defendants, *the record suggests otherwise*." *Callan*, 1995 WL 261420, at \*5 (emphasis showing what Google omitted); *see also id*. (plaintiff already "had in his possession many of the key documents upon which he relies"). The remaining cases that Google cites are each distinguishable because, in all of them, the plaintiffs were seeking to add new claims based on old information. Here, Plaintiffs are not seeking to add new claims and are simply conforming the pleadings to new facts uncovered through discovery.

<sup>&</sup>lt;sup>5</sup> See Jackson v. Bank of Hawaii, 902 F.2d 1385, 1388 (9th Cir. 1990) (plaintiffs could "cite no facts or theories gleaned from the additional discovery period" to support their motion for leave to amend); Solomon v. N. Am. Life & Cas. Ins. Co., 151 F.3d 1132, 1139 (9th Cir. 1998) (affirming denial of leave to amend where the plaintiff sought to add a new claim but did not allege the elements); Lockheed Martin Corp. v. Network Sols., Inc., 194 F.3d 980, 986 (9th Cir. 1999) ("Nothing in the proposed amended complaint relied on facts that were unavailable before the stipulated deadline."); Zivkovic v. S. California Edison Co., 302 F.3d 1080, 1087 (9th Cir. 2002) (denying proposed amendment that came "three months before trial was to commence"); Stambanis v. Tbwa Worldwide, Inc., 2020 WL 4060171, at \*2 (C.D. Cal. July 20, 2020) ("[S]he had sufficient information to have filed her proposed claims earlier without the recently discovered factual allegations."); Hightower v. City & Cnty. of San Francisco, 2015 WL 926541, at \*2 (N.D. Cal. Mar. 3, 2015) ("Plaintiffs' proffered amendment largely pleads facts that . . . could have been

Google cites just one case where (like here) the plaintiffs were merely seeking to amend their class definitions without adding new claims. See Dep't of Fair Emp. & Hous. v. L. Sch. Admission Council, Inc., 2013 WL 485830, at \*3 (N.D. Cal. Feb. 6, 2013); Opp'n at 10-11. The court permitted the amendment, explaining that "the purpose of the litigation process is to vindicate meritorious claims." Id. (citing Howey v. United States, 481 F.2d 1187, 1191 (9th Cir. 1973)). Google should not get to evade liability for the full scope of its misconduct merely because Google (until recently) successfully concealed some of that misconduct.

Finally, Google has no response to Plaintiffs' argument that, although they could file a new case covering Class 3, "this action is the proper forum to litigate Google's misconduct with respect to WAA-off Search data," particularly because "[t]here has already been substantial discovery on the WAA disclosures and users' failure to understand them and the parties have been through several rounds of dispositive motions addressing those disclosures, not to mention significant discovery motions." Mot. at 23. Plaintiffs are not seeking to redo any of that.

Any further discovery for purposes of Class 3 will be limited. Plaintiffs do not wish to serve any additional interrogatories or requests for admission. Plaintiffs anticipate seeking only 2-4 additional document custodians (with specific search terms and production tied to Search), 2-4 additional depositions focused on these Search-related issues (including additional 30(b)(6) testimony), a log and data production that can be combined with the other two classes (which has not yet begun), and targeted damages-focused discovery.

Lyon, 308 F.R.D. at 215, is instructive. An already-certified class of immigration detainees moved to amend their complaint to include detainees at a recently opened facility. The court granted the motion to amend, including because "requiring Plaintiffs to bring a second suit on behalf of detainees at the Bakersfield facility would force them to duplicate several depositions already taken for this suit," and amendment was necessary to "award complete relief in one

added during any of the prior amendments this Court permitted"); *Muench Photography, Inc. v. Pearson Educ., Inc.*, 2013 WL 4426493, at \*3 (N.D. Cal. Aug. 15, 2013) (denying motion for leave to add two new claims where the court concluded that the plaintiff unduly delayed).

action." *Id.* (cleaned up). Here, if Plaintiffs were required to file a new case, both parties would likewise be exposed to duplicative efforts, and the class could not receive "complete relief in one action." But Plaintiffs will file a separate case if the Court prefers that route.

### B. Undue Delay

There has been no undue delay, as the amendments are based on information Google produced relatively recently in discovery. Mot. at 17-18. Google does not address Plaintiffs' argument that discovery had barely begun when Plaintiffs last amended their Complaint. *Id.* Google also ignores the cases Plaintiffs cited which show that leave to amend is warranted where, as here, the amendment is triggered by information learned through discovery. Mot. at 18-19 (citing *Bowen v. Target Corp.*, 2019 WL 9240985, at \*3 (C.D. Cal. Nov. 12, 2019); *Crawford v. Uber Techs., Inc.*, 2021 WL 4846893 (N.D. Cal. Oct. 18, 2021) (Seeborg, J.)).

Rather than address Plaintiffs' timeline and case law, Google relies on inapposite cases where courts denied leave to add new claims based on facts previously available. Opp'n at 16; Jordan v. Los Angeles Cnty., 669 F.2d 1311, 1324 (9th Cir. 1982) ("Jordan's attorneys have proffered no satisfactory reasons for failing to include the equal protection causes of action in the original complaint."); McGlinchy v. Shell Chem. Co., 845 F.2d 802, 809 (9th Cir. 1988) ("Appellants should have been aware of a claim for negligent interference when they filed their original complaint, which included a claim for tortious interference."). Here, Plaintiffs are not seeking to add new claims, let alone claims based on facts available all along. Plaintiffs merely seek to include new facts adduced through discovery that support their existing claims. 6

Next, Google incredulously suggests that "Plaintiffs have known the facts underlying their proposed allegations against Search since well before this lawsuit." Opp'n at 16. For support, Google relies on (1) Google disclosures, and (2) a pronouncement that Search "is a ubiquitous

<sup>&</sup>lt;sup>6</sup> AmerisourceBergen Corp. v. Dialysist West, Inc., 465 F.3d 946, 953 (9th Cir. 2006) is even

further afield. That case concerned a request to amend a reply to a counterclaim where the moving party wanted to backtrack from a prior admission. *Id*.

product whose basic functionality is hardly secret." Opp'n at 17-19. Neither comes close to shouldering the weight of Google's assertion that "everybody knew."

As for the disclosures that Google cites (Opp'n at 18-19), three do not even mention WAA. Opp'n Exs. 4, 5, 7. The Google Privacy Policy (Opp'n Ex. 3) does mention WAA, but Google cites a different portion, likely because the Privacy Policy nowhere discloses that Google saves and uses WAA-off data (for any product—not just Search). Exhibit 6—the only Google disclosure focused on WAA—supports Plaintiffs. That Google disclosure tells users that when WAA is off, "Google may temporarily use information from recent searches in order to improve the quality of the active search session." Exhibit 6 fails to inform users that Google will also save and use that WAA-off data long after the duration of the "active search session." Google has not identified a single disclosure that provides this information.

Google's second argument (about the "basic functionality" of Search) is already accounted for with the proposed class definition. Class 3 concerns Google saving and using WAA-off Search data "for any *purpose other than returning the requested search results page.*" FAC ¶ 257. That Google "must receive the query" to "return appropriate search results" (Opp'n at 16) is irrelevant. Plaintiffs had no way of knowing that Google also subsequently saves and uses WAA-off Search data for *other* purposes, including to improve Google products.

Key admissions by employees also undermine Google's argument that everybody knew. For example, on July 14, 2020, the day Plaintiffs filed this lawsuit, Google employee JK Kearns wrote: "[T]o me, it feels like a *fairly significant bug* that a user can choose to *turn off WAA but then we still collect and use the data* (even locally)." Mot. Ex. 19 at -82. Mr. Kearns previously stated that Google "teams *should not use user data at all if WAA is off*" because "it's a much cleaner story and *what I would think most users would expect.*" Mot. Ex. 16 at -94. In Google's own words, Mr. Kearns "is a PM for Google Search, . . . and to the extent he has commented on WAA, *those comments concerned its interaction with Google Search*." Dkt. 256 at 5.

Google ignores almost all of the internal documents that Plaintiffs cited throughout the Motion. See Mot. at 6-9. The only document that Google grapples with (which Google

characterizes as "Plaintiffs' supposed smoking gun") shows why amendment is warranted. Opp'n at 17-18 (citing Opp'n Ex. 2). Dave Monsees' clarification during his deposition that a document's reference to "GA" means "Google apps" (as opposed to "Google Analytics") is just one example of how Plaintiffs learned through discovery that Google is also saving WAA-off data generated during users' interactions with Google owned-and-operated properties.

### C. Bad Faith

"Bad faith" "implies the conscious doing of a wrong because of dishonest purpose or moral obliquity." *Wizards*, 309 F.R.D. at 651. This Court already warned Google that accusations of bad faith "should not be made lightly or casually interjected." Dkt. 209 at 7. Google ignored that warning and "casually interjected" yet another bad faith accusation. That accusation is particularly inappropriate since Google does not even dispute the timeline laid out in Plaintiffs' Motion, showing how these amendments are triggered by facts adduced through recent discovery, where Google withheld documents from the majority of custodians until July 28, 2022. Mot. at 17-18.

Discovery has shown that WAA is far more "broken" (Mot. Ex. 4 at -46) than Plaintiffs initially understood. Not only does Google collect, save, and use WAA-off data collected through products embedded within non-Google apps (e.g., Firebase, AdMob), but Google also violates its WAA representations within its own first-party products, including Search. Discovery has proven the fact of this saving and use of WAA-off data, beyond just returning search results, which Google does not dispute. Discovery has also proven that employees were concerned about Google's violation of its WAA commitment across numerous product areas, including Search.

On behalf of the same WAA-off users in Classes 1 and 2, Plaintiffs with Class 3 reasonably seek to hold Google accountable for the full scope of its improper saving and use of WAA-off data. Plaintiffs' three claims apply equally to this Class 3. The claims, for all classes, are based on the same WAA disclosures this Court has already interpreted. There is no excuse for repeatedly accusing Plaintiffs of bad faith litigation, particularly where Plaintiffs seek to amend based on recently adduced discovery that Google itself provided.

The cases cited by Google are inapplicable, involving amendments seeking to add new claims (which is not what Plaintiffs are doing here). Those cases also addressed circumstances nothing like this Motion, which is based on evidence recently adduced in discovery. In *Circle Click*, the plaintiffs sought to add a new claim for breach of contract "based on facts long known to Plaintiffs," and after the "the parties have fully briefed and argued two separate motions for class certification, as well as a motion for reconsideration of this Court's denial of class certification." 2016 WL 5869758, at \*4. The plaintiffs in *Koch*, 127 F.R.D. at 212, likewise sought to add a brand new claim to their complaint after four years of litigating a different claim, where "[n]othing prevented plaintiffs from advancing a RICO claim on the seven alleged racketeering activities" at the outset of the lawsuit, and where the court determined that plaintiffs were seeking "to discover and litigate issues which they settled and released after bringing [a separate] action." Google's other cases are more of the same. Plaintiffs are not seeking to add new claims, let alone relitigate claims (or even issues) they've already lost; everything here is entirely new. Google's bad faith accusations, like its WAA disclosures, are just smoke and mirrors.

Finally, while irrelevant to this Motion, Plaintiffs must address Google's merits-based argument that "the WAA button does work." Opp'n at 20. Google's argument cannot be squared with the many Google employees screaming otherwise internally. See Mot. at 1, 6-9 (citing documents). To make this claim, contrary to the concerns expressed by Google's own employees, Google mischaracterizes Plaintiffs' claims. Google focuses on how it logs (s)WAA-off data, but Plaintiffs reasonably believed Google would not log that data, at all. This case has always been about Google's collection, saving, and use of data that Google was never supposed to save in the first place. "Google, through the WAA Materials, set an expectation that it would not save

<sup>&</sup>lt;sup>7</sup> In *Menendez*, a habeas case, the petitioner repeatedly "attempted to circumvent the recommended jurisdictional dismissal by attempting to amend his petition to abandon claims the Magistrate Judge found insufficient." *Menendez-Gonzalez v. Kelly*, 2017 WL 11632799, at \*5 (C.D. Cal. Mar. 22, 2017). And *United Ass'n of Journeyman & Apprentices of the Plumbing & Pipe Fitting Industries, Underground Util./Landscape Loc. Union No. 355 v. Maniglia Landscape, Inc.*, 2019 WL

<sup>7877822,</sup> at \*1 (N.D. Cal. July 22, 2019) (Seeborg, J.) is even further afield. The plaintiffs in *United* sought to add nine new defendants where it was "undisputed that Plaintiffs knew the identities of the nine contracting defendants at the outset of this litigation." *Id.* 

plaintiffs' 'activity on . . . apps . . . that use Google services' unless plaintiffs turned WAA 'on.'"

Dkt. 109 at 16. The "critical fact" for these claims is "that the online entity represented to the plaintiffs that their information would not be collected, but then proceeded to collect it anyway."

In re Facebook, Inc. Internet Tracking Litig., 956 F.3d 589, 603 (9th Cir. 2020). In any event, Google has admitted that it monetizes its trove of WAA-off data, including to serve "targeted advertising," engage in "pseudonymous conversion tracking" and build "anonymized ad profiles."

Reply Ex. 37 at 28; Reply Ex. 34 at 9-10. Google employees admit that pseudonymous data "may be" tied to a user. Reply Ex. 38 106:9-107:13. Plaintiffs properly seek relief tied to that misconduct.

### D. Futility

Google also fails to establish any futility. The disclosures Google identifies cannot help Google for the reasons discussed above. *See supra* Section III.B. Google also ignores the employee admissions cited throughout Plaintiffs' Motion, including from a Search employee (JK Kearns).

Most importantly, Google has no answer to Plaintiffs' application of this Court's motion to dismiss ruling to Google's saving and use of WAA-off Search data. Mot. at 21. Google entirely ignores this argument. As this Court has held: "Google, through the WAA Materials, set an expectation that it would not save" [the listed data] unless plaintiffs turned WAA 'on," and that list of data includes "Searches and other things you do on Google products and services." Dkt. 109 (MTD order) at 16; FAC ¶ 95. Adding a class to include WAA-off Search data conforms this case not only to the evidence Plaintiffs recently obtained from Google, but also to this Court's conclusions on the representations Google made to users. This Court's holding squarely applies to Google's saving and use of WAA-off Search data. Regardless, these Google arguments are more appropriately addressed through a motion to dismiss. As explained in *Malaney v. UAL Corp.*, 2011 WL 13153253, at \*2 (N.D. Cal. Oct. 24, 2011) (Seeborg, J.)—another case which Google ignores, "it would be premature to deny plaintiffs' request for leave to amend as futile on the basis of a full dismissal analysis without an appropriate motion and full briefing by the parties."

### CONCLUSION

Plaintiffs respectfully request leave to file their proposed Fourth Amended Complaint.

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